June 28, 2010

Craig Zeller, EPA Barbara Scott, TDEC

Re: Continuing Cenosphere Recovery Program

As discussed in our meeting on June 23, 2010 with TDEC, EPA, TVA and Jacobs, the cenosphere recovery project needs to be adjusted to meet the current condition of reduced outreach calls and reduced amounts of cenospheres on the river system. The completion of river dredging efforts has removed the ash and reduced the disruptive actives that were continuing to generate larger than normal amounts of cenospheres. The combination of the completion of dredging and the removal of river booms as part of the river opening on May 28th has significantly reduced to effort required to maintain the rivers. The SCAT plan as approved by the State in the early days of the initial recover effort is no longer applicable. Going forward, TVA agrees with the State and the EPA to take the following actions and make the following resources available:

- 1. A phone system will be maintained to allow residents to report cenospheres to TVA.
- 2. As in the past, TVA will continue to investigate these reports and respond to the residents as needed.
- 3. A crew will continue to monitor and document river conditions. The documentation will be available to onsite regulators.
- 4. The established outreach database will continue to be maintained and used to track outreach calls.
- 5. For the month of July 2010, a crew will be readily available to respond to areas impacted by significant amounts of cenospheres. After July, 2010 the crew will be combined with other ongoing site operations. The resources to respond will be present, but may not be as readily available.
- 6. At the end of December, a review of cenosphere findings will be conducted to determine if it is reasonable to continue recovery of cenospheres. The review and determination will be completed by the TVA and onsite regulatory agencies.
- 7. If river conditions change and an unexpected amount of cenospheres are being reported, response resources will be increased by an amount determined appropriate by TVA and on site regulators.
- 8. TVA will continue to monitor on site ponds and basins and employ methods that limit cenosphere migration from the site.

Please let me know if you have any questions.

Sincerely,

Kathryn Nash[∨]

TVA Kingston Ash Recovery